ORIGINAL



Arizona Corporation Commission

DOCKETED

JUN 10 2008

DOCKETED BY

nr

COMMISSIONERS

MIKE GLEASON, Chairman WILLIAM A. MUNDELL JEFF HATCH-MILLER KRISTIN K. MAYES GARY PIERCE 2008 JUN 10 P 2: 42

AZ CORP COMMISSION DOCKET CONTROL

IN THE MATTER OF THE APPLICATION OF FARMERS WATER COMPANY FOR AN EXTENSION OF ITS CERTIFICATE OF CONVENIENCE AND NECESSITY.

DOCKET NO. W-01654A-07-0603

NOTICE OF LATE-FILED EXHIBIT

On October 18, 2007, Farmers Water Co. ("Farmers") filed before the Arizona Corporation Commission ("ACC" or "Commission") an application to extend the service territory under its current Certificate of Convenience and Necessity ("CC&N").

On April 14, 2008, the ACC Hearing Division issued a Procedural Order setting hearing in this matter on May 30, 2008.

At hearing ACC Utilities Division Staff ("Staff") recommended that the Commission approve the application, subject to several conditions. One of those conditions was that Farmers be required to file a backflow prevention tariff for all of its service areas within 45 days of the effective date of an order in this CC&N extension proceeding.

Farmers testified that the company had already filed this tariff with Commission Staff for review and certification. At the conclusion of the hearing, the Administrative Law Judge directed Staff to file a late-filed exhibit on the status of the backflow prevention tariff.

Staff hereby provides the updated status.

On April 29, 2008, the Company filed a backflow prevention tariff (Exhibit 1) for all four of its water systems. Staff has reviewed the tariff and on June 2, 2008 certified that it became effective by operation of law on May 29, 2008. (Exhibit 2)

Therefore, Staff believes that the Company has satisfied Staff's recommendation that it file the backflow prevention tariff within 45 days of the effective date of an order in this matter.

28

1

GOE

10

11

12

13

14

1

2

3

4

5

15

16

17 18

20

21

19

22

24

23

25

26

27

RESPECTFULLY SUBMITTED this 10TH day of June, 2008. Original and thirteen (13) copies of the foregoing were filed this 10^{th} day of June, 2008 with: **Docket Control** Arizona Corporation Commission 1200 West Washington Street Phoenix, Arizona 85008 Copy of the foregoing mailed this 10th day of June, 2008 to: Mr. Warren E. Culbertson Farmers Water Company P.O. Box 7 Sahuarita, Arizona 85629

Kevin O. Torrey, SBN # 022300 Attorney, Legal Division

Arizona Corporation Commission

1200 W. Washington St.

Phoenix, AZ 85007 (602) 542-3402

EXHIBIT 1

Company Name: FARMERS WATER CO. PWS 10048,10049, Page 1 of 2

CROSS-CONNECTION OR BACKFLOW TARIFF

ORIGINAL

DI	ID DACE.
r	INPUSE:

The purpose of this tariff is to protect FARMERS WATER CO.
("Company") water from the possibility of contamination
caused by the backflow of contaminants that may be present on the customer's premises by
requiring the installation and periodic testing of backflow-prevention assemblies pursuant to the
provisions of the Arizona Administrative Code ("A.A.C".) R14-2-405.B.6 and A.A.C
R18-4-115.

REQUIREMENTS:

In compliance with the Rules of the Arizona Corporation Commission ("Commission") and the Arizona Department of Environmental Quality ("ADEQ"), specifically A.A.C. R14-2-405.B.6 and A.A.C. R18-4-115 relating to backflow prevention:

- 1. The Company may require a customer to pay for and to have installed a backflow-prevention assembly if A.A.C. R18-4-115.B or C applies.
- 2. A backflow-prevention assembly required to be installed by the customer under Paragraph 1 of this tariff shall comply with the requirements set forth in A.A.C. R18-4-115.D and E.
- 3. Subject to the provisions of A.A.C. R14-2-407 and 410, and in accordance with Paragraphs 1 and 7 of this tariff, the Company may terminate service or may deny service to a customer who fails to install a backflow-prevention assembly as required by this tariff
- 4. The Company shall give any existing customer who is required to install a backflow-prevention assembly written notice of said requirement. If A.A.C. R14-2-410.B.1.a. is **not** applicable, the customer shall be given thirty (30) days from the time such written notice is received in which to comply with this notice. If the customer can show good cause as to why he cannot install the device within thirty (30) days, the Company or Commission Staff may suspend this requirement for a reasonable period of time.

FOR OFFICIAL USE ONLY

Effective Date: 5.29.08

CO. PWS 10048, 100

Company Name: <u>FARMERS WATER CO. PWS 10048, 10049</u> Page 2 of 2

- 5. Testing shall be in conformance with the requirements of A.A.C. R18-4-115.F. The Company may require the customer to pay to have the backflow-prevention assembly tested as long as the Company does not require an unreasonable number of tests.
- 6. The customer shall provide the Company with records of installation and testing. For each backflow-prevention assembly, these records shall include:
 - a. assembly identification number and description;
 - b. location
 - c. date(s) of test(s);
 - d. description of repairs and recommendations for repairs made by tester; and
 - e. the tester's name and certificate number.
- 7. In the event the backflow-prevention assembly does not function properly or fails any test, and an obvious hazard as contemplated under A.A.C. R14-2-410.B.1.a. exists, the Company may terminate service immediately and without notice. The backflow-prevention assembly shall be repaired or replaced by the customer and retested.
- 8. In the event the backflow-prevention assembly does not function properly or fails any test, or in the event that a customer fails to comply with the testing requirement, and A.A.C. R14-2-410.B.1.a. is **not** applicable, the backflow-prevention assembly shall be repaired or replaced within fourteen (14) days of the initial discovery of the deficiency in the assembly or its function. Failure to remedy the deficiency or dysfunction of the assembly, or failure to retest, shall be grounds for termination of water service in accordance with A.A.C. R14-2-410.

FOR OFFICIAL USE ONLY

Effective Date: 5.29.08

ADMINISTRATIVELY
APPROVED FOR FILING

EXHIBIT 2

COMMISSIONERS
MIKE GLEASON - Chairman
WILLIAM A. MUNDELL
JEFF HATCH-MILLER
KRISTIN K. MAYES
GARY PIERCE



BRIAN C. McNEIL Executive Director

ARIZONA CORPORATION COMMISSION

June 2, 2008

Mr. Warren E. Culbertson Chief Executive Officer Farmers Water Co. Post Office Box 7 Sahuarita, Arizona 85629-0007

RE: FARMERS WATER CO.

DOCKET NO. W-01654A-08-0218

Notice of Administrative Approval/Closure

Dear Mr. Culbertson

Enclosed is a stamped copy of the tariffs that became effective by operation of law on May 29, 2008.

By copy of this letter, the Docket Control Center is instructed to administratively close Docket No. W-01654A-08-0218. If you have questions regarding the filing of these tariffs, please contact me at (602) 542-4251.

Sincerely,

Lori H. Miller

Programs & Projects Specialist II

Utilities Division

/lhm

Enclosures

cc: Docket Control Center

Legal Division